

Shropshire Council Budget Briefing

**Whitchurch & Prees
Local Joint Committee
9 February 2011**

The Financial Picture for Shropshire

How Shropshire Council is Funded (2010/11):

– Council Tax	£130m
– Dedicated Schools Grant	£151m
– Specific Grants	£172m
– Income (e.g. Fees and Charges)	£85m
– Formula Grant	£93m
– Total	£630m

Overall Impact on Shropshire of the Comprehensive Spending Review and Draft Settlement

	2011/12 £m	2012/13 £m	2013/14 £m	2014/15 £m
Savings Targets	19.863	20.171	17.834	9.220

Savings we need to find amount to £66 million over 4 years

- plus £10m in year cuts in 2010/11 already dealt with
- plus budget pressures and growth identified
- plus further loss of grants?

Shropshire's Savings Target

- 2011-12 Revenue Budget
 - Original Savings Target £15.776m
 - CSR 20 October added £3.425m
 - Draft Settlement Dec 13 added £0.662m
 - Revised Savings Target £19.863m
 - Plus (See Council Report 13 January 2011)
 - Budget Pressures/Growth £4.192m
 - Contribution to Balances £1.963m
 - Loss of Grants £4.785m
 - Total Savings Required for 2011/12 £30.803m

Note £1m added to Winter Maintenance, funded from reduction in contribution to balances.

Meeting Our Savings Target

- Agreed Savings 2011/12
 - Council 30 September 2010
 - Revenue Budget/MTFP 2011/12 – 2014/15 £8.173m
 - Council 9 December 2010
 - Revenue Budget 2011/12 £4.990m
 - Fees and Charges Income 2011/12 £1.433m
 - Council 13 January 2011
 - Draft MTFP 2011/12 to 2013/14 £16.207m
 - Total Savings £30.803m

Next Steps...

- Final Settlement due Jan/Feb 2011
- Outstanding information on Specific Grants due Jan 2011
- Any further savings required will be drawn up in early February 2011
- Council will set the 2011/12 Budget on 24 February 2011
- And Council will consider the framework for delivering a further £38m savings between 2012/13 and 2013/14
- Capital Strategy is being reviewed and reduced to make it more affordable in current economic climate
- Council will agree a new Capital Strategy for 2011/12 to 2014/15 on 24 February 2011

In Summary

	2011/12 £m	2012/13 £m	2013/14 £m	2014/15 £m
Revised Savings Target	30.803	20.171	17.834	9.220
Savings Agreed	30.803	0	0	0
Savings to Find	0	20.171	17.834	9.220

£31m savings have been found (plus £10m in 2010/11)

£47m savings to find over the following three years